

NOTICE TO STATE WATER PROJECT CONTRACTORS

NUMBER: 98-12

DATE:

November 3, 1998

SUBJECT: Water Supply Contracts

Director, Department of Water Resources

Representatives of the Department of Water Resources and State Water Contractors are considering possible contract amendments and administrative actions intended to clarify and modify provisions of the existing long-term Water Supply Contract that were added by the Monterey Amendment. The subjects under consideration include the following:

- guidelines for SWP contractor sponsored water storage and exchange programs;
- priorities for the delivery of SWP and non-SWP water, particularly for water offered for sale pursuant to the Monterey Amendment;
- charges for a SWP contractor's use of SWP transportation facilities in repayment reaches not previously paid for by that contractor;
- procedures for the annual SWP entitlement water pool program (Turn-back Pool); and
- mechanisms for funding requests for Water Supply Contract Table A entitlement reductions.

These proposed contract amendments and administrative changes will be implemented only if SWP contractors with at least 90 percent of Table A entitlements approve the package, and contract amendments will be implemented only for those SWP contractors that approve such changes. Draft amendments will be sent to those contractors who signed the Monterey Amendment.

If you have any questions, please contact Donald R. Long, Chief of DWR's State Water Project Analysis Office at (916) 653-4313.